

Loganair 7/10/2000

**JONES COOPER
(INDEPENDENT FINANCIAL
ADVISERS)
LIMITED**

Company number 2847294

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 1999

Creers
St Andrew's House
Spen Lane
York
YO1 7FS



**JONES COOPER (INDEPENDENT FINANCIAL ADVISERS)
LIMITED**

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors	Mr S Jones Mr R Cooper
Company secretary	Stephen Jones
Registered office	Suite One Hedley Court Boothferry Road Goole DN14 6AA
Auditors	Creers Chartered Accountants & Registered Auditors St. Andrew's House Spen Lane York YO1 7FS
Bankers	Fleming Premier Banking Sovereign House 16 - 22 Western House Romford RM1 3SP

JONES COOPER (INDEPENDENT FINANCIAL ADVISERS) LIMITED

THE DIRECTORS' REPORT YEAR ENDED 31 DECEMBER 1999

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 December 1999.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company during the year was that of independent financial advisers.

The directors consider the company will continue to trade profitably in 2000.

RESULTS AND DIVIDENDS

The trading results for the year, and the company's financial position at the end of the year are shown in the attached financial statements.

The directors have not recommended a dividend.

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests, including family holdings, in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 31 December 1999	At 1 January 1999
Mr S Jones	1	1
Mr R Cooper	1	1
	<hr/>	<hr/>

In accordance with the articles of association the directors are permanent and are not required to retire by rotation.

All of the share capital was transferred to Mr S Jones in the year to 31 December 2000.

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the year and of the profit or loss for the year then ended.

In preparing those financial statements, the directors are required to select suitable accounting policies, as described on page 9, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. The directors are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**JONES COOPER (INDEPENDENT FINANCIAL ADVISERS)
LIMITED**

THE DIRECTORS' REPORT *(continued)*

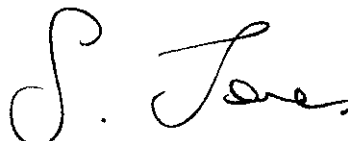
YEAR ENDED 31 DECEMBER 1999

AUDITORS

A resolution to re-appoint Creers as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Registered office:
Suite One
Hedley Court
Boothferry Road
Goole
DN14 6AA

Signed by order of the directors

A handwritten signature in black ink, appearing to read 'S. Jones', written over a horizontal line.

STEPHEN JONES
Company Secretary

Approved by the directors on 23 October 2000

**JONES COOPER (INDEPENDENT FINANCIAL ADVISERS)
LIMITED**

AUDITORS' REPORT TO THE SHAREHOLDERS

YEAR ENDED 31 DECEMBER 1999

We have audited the financial statements on pages 5 to 12 which have been prepared under the historical cost convention and the accounting policies set out on page 9.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

As described on page 2, the company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 1999 and of the profit of the company for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

St. Andrew's House
Spen Lane
York
YO1 7FS


CREERS
Chartered Accountants
& Registered Auditors

23 October 2000

**JONES COOPER (INDEPENDENT FINANCIAL ADVISERS)
LIMITED**

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 DECEMBER 1999

	Note	1999 £	1998 £
TURNOVER	2	28,690	34,386
Administrative expenses		(19,408)	(28,599)
Other operating income	3	18,000	-
OPERATING PROFIT	4	27,282	5,787
Interest receivable		1,134	738
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		28,416	6,525
Tax on profit on ordinary activities	7	(5,655)	(1,545)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		22,761	4,980
Dividends	8	-	(5,600)
RETAINED PROFIT/(LOSS) FOR THE FINANCIAL YEAR		22,761	(620)
Balance brought forward		6,822	7,442
Balance carried forward		29,583	6,822

The company has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the company are classed as continuing.

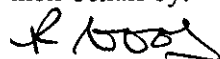
**JONES COOPER (INDEPENDENT FINANCIAL ADVISERS)
LIMITED**

BALANCE SHEET

31 DECEMBER 1999

	Note	1999 £	1998 £
FIXED ASSETS			
Tangible assets	9	774	<u>582</u>
CURRENT ASSETS			
Debtors	10	7,157	618
Cash at bank		<u>33,639</u>	<u>8,616</u>
		40,796	9,234
CREDITORS: Amounts falling due within one year	11	<u>(11,985)</u>	<u>(2,992)</u>
NET CURRENT ASSETS		28,811	6,242
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>29,585</u>	<u>6,824</u>
CAPITAL AND RESERVES			
Called-up equity share capital	13	2	2
Profit and loss account		<u>29,583</u>	<u>6,822</u>
SHAREHOLDERS' FUNDS	14	<u>29,585</u>	<u>6,824</u>

These financial statements were approved by the directors on the 23 October 2000 and are signed on their behalf by:



MR R COOPER

**JONES COOPER (INDEPENDENT FINANCIAL ADVISERS)
LIMITED**

CASH FLOW STATEMENT

YEAR ENDED 31 DECEMBER 1999

	1999 £	1998 £
NET CASH INFLOW FROM OPERATING ACTIVITIES	26,395	7,658
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		
Interest received	1,134	738
	—	—
NET CASH INFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE	1,134	738
TAXATION	(1,545)	(4,443)
CAPITAL EXPENDITURE		
Payments to acquire tangible fixed assets	(961)	-
	—	—
NET CASH OUTFLOW FROM CAPITAL EXPENDITURE	(961)	-
EQUITY DIVIDENDS PAID	-	(5,600)
INCREASE/(DECREASE) IN CASH	<u>25,023</u>	<u>(1,647)</u>
RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES		
	1999 £	1998 £
Operating profit	27,282	5,787
Depreciation	769	1,990
(Increase)/Decrease in debtors	(6,539)	338
Increase/(Decrease) in creditors	4,883	(457)
Net cash inflow from operating activities	<u>26,395</u>	<u>7,658</u>

The notes on pages 9 to 12 form part of these financial statements.

**JONES COOPER (INDEPENDENT FINANCIAL ADVISERS)
LIMITED**

CASH FLOW STATEMENT *(continued)*

YEAR ENDED 31 DECEMBER 1999

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS

	1999	1998
	£	£
Increase/(Decrease) in cash in the period	25,023	(1,647)
Movement in net funds in the period	25,023	(1,647)
Net funds at 1 January 1999	<u>8,616</u>	<u>10,263</u>
Net funds at 31 December 1999	<u>33,639</u>	<u>8,616</u>

ANALYSIS OF CHANGES IN NET FUNDS

	At 1 Jan 1999	Cash flows	At 31 Dec 1999
	£	£	£
Net cash:			
Cash in hand and at bank	8,616	25,023	33,639
Net funds	<u>8,616</u>	<u>25,023</u>	<u>33,639</u>

JONES COOPER (INDEPENDENT FINANCIAL ADVISERS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 1999

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with applicable accounting standards.

Turnover

Turnover represents commissions and fees receivable in the period.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures and fittings	- 33.3% straight line
Office equipment	- 20% straight line

Deferred taxation

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise.

2. TURNOVER

The turnover and profit before tax are attributable to the one principal activity of the company.

An analysis of turnover is given below:

	1999	1998
	£	£
United Kingdom	28,690	34,386
	<u> </u>	<u> </u>

3. OTHER OPERATING INCOME

	1999	1998
	£	£
Other operating income	18,000	-
	<u> </u>	<u> </u>

JONES COOPER (INDEPENDENT FINANCIAL ADVISERS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 1999

4. OPERATING PROFIT

Operating profit is stated after charging:

	1999	1998
	£	£
Depreciation	769	1,990
Auditors' remuneration - as auditors	790	752
	<u> </u>	<u> </u>

5. PARTICULARS OF EMPLOYEES

The average number of staff employed by the company during the financial year amounted to:

	1999	1998
	No.	No.
Administration	1	1
Selling	1	1
	<u> </u>	<u> </u>
	2	2

The aggregate payroll costs of the above were:

	1999	1998
	£	£
Wages and salaries	15,059	21,098
Social security costs	638	1,532
	<u> </u>	<u> </u>
	15,697	22,630

6. DIRECTORS' EMOLUMENTS

The directors' aggregate emoluments in respect of qualifying services were:

	1999	1998
	£	£
Emoluments receivable	5,979	3,297
	<u> </u>	<u> </u>

7. TAX ON PROFIT ON ORDINARY ACTIVITIES

	1999	1998
	£	£
Corporation tax based on the results for the year at 20.25% (1998 - 21%)	5,655	1,545
	<u> </u>	<u> </u>

**JONES COOPER (INDEPENDENT FINANCIAL ADVISERS)
LIMITED**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 1999

8. DIVIDENDS

No dividend has been recommended for the year ended 31 December 1999.

	1999 £	1998 £
Dividends paid on equity shares	-	5,600

9. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Office equipment £	Total £
COST			
At 1 January 1999	5,881	1,586	7,467
Additions	80	881	961
At 31 December 1999	<u>5,961</u>	<u>2,467</u>	<u>8,428</u>
DEPRECIATION			
At 1 January 1999	5,332	1,553	6,885
Charge for the year	576	193	769
At 31 December 1999	<u>5,908</u>	<u>1,746</u>	<u>7,654</u>
NET BOOK VALUE			
At 31 December 1999	<u>53</u>	<u>721</u>	<u>774</u>
At 31 December 1998	<u>549</u>	<u>33</u>	<u>582</u>

Capital commitments

	1999 £	1998 £
Contracted but not provided for in the accounts	5,164	-

10. DEBTORS

	1999 £	1998 £
Trade debtors	408	475
Prepayments and accrued income	6,749	143
	<u>7,157</u>	<u>618</u>

JONES COOPER (INDEPENDENT FINANCIAL ADVISERS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 1999

11. CREDITORS: Amounts falling due within one year

	1999	1998
	£	£
Trade creditors	-	258
Advance Corporation Tax	-	1,400
Corporation tax	5,655	145
Accruals and deferred income	6,330	1,189
	<u>11,985</u>	<u>2,992</u>

12. RELATED PARTY TRANSACTIONS

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8.

13. SHARE CAPITAL

Authorised share capital:

	1999	1998
	£	£
2,000 Ordinary shares of £1 each	<u>2,000</u>	<u>2,000</u>

Allotted, called up and fully paid:

	1999	1998
	£	£
Ordinary share capital	<u>2</u>	<u>2</u>

14. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	1999	1998
	£	£
Profit for the financial year	22,761	4,980
Dividends	-	(5,600)
	<u>22,761</u>	<u>(620)</u>
Opening shareholders' equity funds	6,824	7,444
Closing shareholders' equity funds	<u>29,585</u>	<u>6,824</u>